

Notes on Schering Corp (Joe Borkin)

Sent \$2,335,000 1940 to Ger. through Switzerland, through the Swiss Bank Corporation, which now has an office in N.Y.C. Of this sum royalties amounted to \$100,000, the remainder coming from a profit-sharing plan growing out of patent licensing agreements. Originally the Schering Corp was limited to the US and territorial possessions, but with the blockage Germany can't export, so Schering is allowed to ship to South America in return for a share of the profits of this business.

The terms of the arrangements with the Nazi corps:

Schering must label goods so as to look like the German package (the goods can be marked "Made in USA", but the package is a bottle, used by the Germans, which is more expensive than the US package); must share its profits; must deal only through German agents in S.A., i.e. the agents of Schering. Thus, at the end of the present war, South American customers will not only think they have been buying from the German corporation, but the business will have been controlled by the agents of the German corporation. The corporation manufactures chiefly sex hormones and anti-shock serums.

Among the officers: Julius Weltzein, former head of Schering A.G.

Hammer, sec. (alleged Nazi).

Stragnall, (alleged "brains").

The co. ships through agent Kramer, Beaver St., N.Y.

The Swiss Bank Corp org. NY 1939, home Basle.

Of the stories sent out by the services the best was the INS story (that is, at the time of service of subpoenas.)

Chefe (apparently the same as Chepha, owned by Swiss Bank, owns all Schering subsidiaries throughout the world, including Schering Corp. Subsidiaries of Chefe: Sherka, Pharmex. It was late in 1936 or early in 1937 that they got these various companies from Schering AG.